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Date: November 7, 2008
Reference No.:
Circular Letter No.: 310-054-08
Distribution: I, IIA, IV, V, VI, X, XII

Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION, ITS
COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in November. All meetings will be held in public session unless otherwise noted.

Benefits and Program Administration Committee

Date and Time: Monday, November 17, 2008, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Investment Committee

Date and Time: Monday, November 17, 2008, 9:00 a.m., or upon adjournment or recess of the Benefits and Program Administration Committee, whichever is later

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, November 17, 2008, 9:30 a.m., or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recess of the open session to consider investment matters, litigation matters, and Chief Investment Officer recruitment pursuant to Government Code sections 11126(c)(16), 11126(e), and 11126(g)(1).

Finance Committee

Date and Time: Monday, November 17, 2008, 1:00 p.m., or upon adjournment or recess of the Investment Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Tuesday, November 18, 2008, 8:30 a.m.,
Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA
Members of the Board will attend the Responsible Contractor Program Policy Review Workshop

Board of Administration

Date and Time: Tuesday, November 18, 2008, 1:00 p.m., or upon adjournment or recess of the Responsible Contractor Program Policy Review Workshop, whichever is later
Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA
Members of the Board will attend Media Training.

Health Benefits Committee

Date and Time: Wednesday, November 19, 2008, 8:30 a.m.
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
A closed session will be held to discuss health plan negotiations pursuant to Government Code section 11126(c)(17) and the Long Term Care Program pursuant to Government Code section 11126(h).

Chief Investment Officer Search Subcommittee

Date and Time: Wednesday, November 19, 2008, 1:00 p.m., or upon adjournment or recess of the Health Benefits Committee, whichever is later
Location: Executive Conference Room, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Subcommittee will meet in closed session to discuss Chief Investment Officer Recruitment pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Thursday, November 20, 2008, 8:00 a.m.
Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Board will meet in closed session to discuss personnel, employment, and performance matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Thursday, November 20, 2008, 9:00 a.m. or upon adjournment or recess of the closed session of the Board of Administration, whichever is later
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Board will meet in closed session to discuss litigation matters pursuant to Government Code section 11126(e).

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Chief Executive Officer Recruitment Subcommittee

Date and Time: Thursday, November 20, 2008, 10:30 a.m., or upon adjournment or recess of the Board of Administration meeting, whichever is later

Location: Executive Conference Room, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Address of telephonic location: Park Hyatt Dubai, Baniyas Road, Dubai, United Arab Emirates

The Subcommittee will meet in closed session to discuss Chief Executive Officer Recruitment pursuant to Government Code sections 11126(a)(1) and (g)(1).

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call (916) 795-3065 (voice or TTY).

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Please contact Cheree Swedensky, at (916) 795-3128, with any questions regarding the meetings. Thank you.

KENNETH W. MARZION
Interim Chief Executive Officer

Attachment

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

November 17, 2008

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Rob Feckner, Vice Chair
John Chiang
George Diehr
David Gilb
Henry Jones
Priya Mathur
Louis F. Moret
Tony Oliveira

AGENDA

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|-----------------------------|----|--|
| | 1. | Call to Order and Roll Call |
| | 2. | Approval of the October 21, 2008 Benefits and Program Administration Committee Meeting Minutes |
| Action/Gina Ratto | 3. | Policy on Disclosure of Communications |
| Information/Ron Seeling | 4. | Results of the June 30, 2007 Actuarial Valuations for Public Agencies |
| Information/Darryl Watson | 5. | Alternative Retirement Program (ARP) |
| Information/Donna Lum | 6. | Member Branch Performance Measures |
| Information/Lori McGartland | 7. | Employer Customer Inquiry Performance Measures |
| Information/Ron Seeling | 8. | Chief Actuary Report |
| Information/Donna Lum | 9. | Assistant Executive Officer Report |

Information/Donna Lum 10. Draft Agenda for December 16, 2008 Benefits and Program
Administration Committee Meeting

11. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action.
Any agenda item properly noticed for this committee meeting may be brought to the full Board at its next regularly
scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

November 17, 2008

9:00 a.m.

**or Upon Adjournment or Recess of the Benefits and Program
Administration Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Marjorie Berte
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Louis F. Moret
Tony Oliveira
Anne Sheehan
Kurato Shimada
Charles Valdes

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|-----------------------|---|
| CLOSED SESSION | 9:00 a.m.
Interim Chief Investment Officer's Briefing on Market and Personnel
Issues (Government Code sections 11126(a)(1) and 11126(c)(16)) |
| OPEN SESSION | 9:30 a.m. or Upon Adjournment or Recess of the Closed Session,
Whichever is Later |
| CLOSED SESSION | Upon Adjournment or Recess of Open Session
(Government Code sections 11126(c)(16), 11126(e), and 11126(g)(1)) |

AGENDA

OPEN SESSION

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|---|-----|--|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the October 20, 2008 Open Session Minutes |
| Action / Policy Subcommittee
Chair Jones | 3. | October 2008 Policy Subcommittee Report and Ratification of Revisions to Policies Relevant to the Synthetic Enhanced Equity Strategy Portfolio <ul style="list-style-type: none">a. Revision of Policies on Low Duration Fixed Income Program, Internally Managed Global Enhanced Equity Strategies, and Development of Derivatives Strategies |
| Information / Farouki Majeed
Information / Anne Stausboll
Information / Matt Flynn
Action / Anne Stausboll | 4. | Total Fund <ul style="list-style-type: none">a. Asset Allocation Updateb. Environmental Programs Updatec. Investment Office Technology Updated. Board's Independent Investment Consultant Contracts<ul style="list-style-type: none">1) Real Estate2) General |
| Information / Ted Eliopoulos | 5. | Real Estate <ul style="list-style-type: none">a. Housing Program Update |
| Information | 6. | Alternative Investments Management (AIM) |
| Information / Farouki Majeed | 7. | Inflation-Linked Asset Class (ILAC) <ul style="list-style-type: none">a. Implementation Update |
| Action / Curtis Ishii | 8. | Global Fixed Income <ul style="list-style-type: none">a. Selection of High Yield Fixed Income Manager |
| Information | 9. | Global Equity |
| Information / Eric Baggesen | 10. | Global Equity – Corporate Governance <ul style="list-style-type: none">a. Institutional Investor Response to Market Conditions |
| Information | 11. | Supplemental Income Plans (SIP) |

- | | |
|------------------------------|---|
| Information / Anne Stausboll | 12. Chief Investment Officer's/Chief Operating Investment Officer's Report <ul style="list-style-type: none"> a. Consolidated Investment Activity Report b. Chief Operating Investment Officer's Status Report c. 2008 Annual Agenda Item Calendar |
| Information | 13. Draft Agenda for December 15, 2008 |
| | 14. Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

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| CLOSED SESSION | Upon Adjournment or Recess of Open Session
(Government Code section 11126(c)(16); Government Code section 11126(e) [Item 4a only]; and Government Code section 11126(g)(1) [Item 13 only]) |
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the October 20, 2008 Closed Session Minutes |
| Information / Farouki Majeed
Information / Leon Shahinian
and Curtis Ishii | 3. Total Fund <ul style="list-style-type: none"> a. Asset Allocation and Liquidity Update b. Municipal Monoline Insurer |
| Information / Ted Eliopoulos
Information / Ted Eliopoulos | 4. Real Estate <ul style="list-style-type: none"> a. Portfolio Sector and Partnership Update b. Strategic Plan Implementation Update |
| Information | 5. Alternative Investments Management (AIM) |
| Information | 6. Inflation-Linked Asset Class (ILAC) |
| Information / Curtis Ishii
Information / Curtis Ishii | 7. Global Fixed Income <ul style="list-style-type: none"> a. Low Duration Fixed Income Portfolio Update b. External Manager Update |
| Information / Eric Baggesen | 8. Global Equity <ul style="list-style-type: none"> a. External Manager Update |

- | | |
|---|--|
| Information | 9. Supplemental Income Plans (SIP)
a. External Manager Update |
| Information / Anne Stausboll | 10. Chief Investment Officer's/Chief Operating Investment Officer's Report
a. Status of Action Items Not Yet Reported |
| Information / Anne Stausboll | 11. Activity Reports
a. Alternative Investments Management
b. Real Estate
c. Risk Managed Absolute Return Strategies
d. Corporate Governance
e. Inflation-Linked Assets |
| Information / Anne Stausboll
and Chris O'Brien | 12. Chief Investment Officer Recruitment |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

November 17, 2008

**1:00 p.m. or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Tony Oliveira, Chair
John Chiang, Vice Chair
Henry Jones
Bill Lockyer
Louis F. Moret
Kurato Shimada
Charles Valdes

AGENDA

1. Call to Order and Roll Call
2. Approval of September 16, 2008, Meeting Minutes

AUDITS

Information
Larry Jensen

Action
Larry Jensen

3. Chief Auditor Report
4. Draft Audited Financial Statements

COMPLIANCE

Information
Debbie Bennett

Information
Sherry Johnstone

5. Office of Enterprise Compliance Quarterly Status Report
6. Compliance Office Report

INFORMATION TECHNOLOGY SERVICES

Information
Teri Bennett

7. Assistant Executive Officer's Report on Branch Activities

BUDGETS

Action
Steve Pietrowski

8. Budget Increase Due to 2008-09 Budget Change Proposals (BCP) and Spring Finance Letter

Action
Russell Fong

9. Fiscal Year 2008-09 Mid-Year Budget Revisions (First Reading)

ADMINISTRATIVE SERVICES

Information
John Hiber

10. Assistant Executive Officer Report

Information
John Hiber

11. Proposed December 2008 Agenda

12. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.



BOARD WORKSHOP

Responsible Contractor Program Policy Review

Tuesday, November 18, 2008

8:30 a.m.

Lincoln Plaza North
400 Q Street, Room 1140
Sacramento, California

AGENDA

Workshop Moderator: Allan Emkin, Pension Consulting Alliance

- | | | |
|-------|---|---|
| 8:30 | Opening Remarks | Rob Feckner
President, Board of Administration |
| 8:35 | Introductions | Anne Stausboll
Interim Chief Investment Officer, CalPERS |
| 8:45 | Background and History of the RCP | Allan Emkin |
| 8:55 | Policy Review Process and Framing Issues:
Neutrality, Monitoring and Enforcement | Laurie Weir
Portfolio Manager, CalPERS Real Estate |
| 9:20 | Legal Issues | Peter Mixon, General Counsel, CalPERS
Stacey Leyton, Altshuler Berzon LLP
Steve Wheelless, Steptoe and Johnson LLP
Stephen Harris, Lipsig, Paul, Hastings, Janofsky & Walker LLP |
| 9:50 | Break | |
| 10:05 | Panelists
Labor Representatives | SEIU (confirmed)
AFSCME (invited)
Ken Casarez, LIUNA (confirmed)
Ivana Krajcinovic, UniteHere (confirmed) |
| | Investment Partners | Avi Shemesh, CIM Group (confirmed)
Andrew Miller, Miller Capital (confirmed)
Brett Munger, Commonwealth Pacific (confirmed)
Resmark Equity Partners (invited) |
| 10:45 | Public Comment | |
| 11:10 | Board Discussion | |
| 11:40 | Next Steps | Allan Emkin |
| 11:45 | Closing Remarks | Rob Feckner |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

November 19, 2008

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
George Diehr, Vice Chair
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Tony Oliveira
Anne Sheehan

**CLOSED SESSION: 8:30 a.m. HEALTH PLAN CONTRACT NEGOTIATIONS
(Government Code section 11126(c)(17)) AND LONG TERM
CARE PROGRAM COMPETITIVE STRATEGY AND RATES
(Government Code section 11126(h))**

**OPEN SESSION: 9:30 a.m. or Upon Adjournment or Recess of Closed
Session, Whichever is Later**

AGENDA

1. Call to Order and Roll Call
2. Approval of October 21, 2008, Health Benefits Committee Meeting Minutes
3. Program-Wide Reports

Information/Gregory Franklin

- a. Health Benefits Branch Strategic Direction

	4.	Long-Term Care Activities
Action/Gregory Franklin		a. Long-Term Care Group Contract Extension
Action/Gregory Franklin		b. Approval of Long-Term Care Program Application Period
	5.	Health Maintenance Organization Activities
Information/Gregory Franklin		a. Kaiser Permanente's Proposed Plan by Plan Analysis
Action/Gregory Franklin	6.	National Coalition of Health Care Membership
Information/Gregory Franklin	7.	Assistant Executive Officer Report <ul style="list-style-type: none"> ▪ Annual Calendar Review ▪ Health Benefits Branch Assignment Matrix
Information	8.	Proposed Agenda for December 16, 2008, Health Benefits Committee Meeting
Information	9.	Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

November 19, 2008

8:30 a.m.

CLOSED SESSION: HEALTH PLAN CONTRACT NEGOTIATIONS (Government Code section 11126(c)(17)) AND LONG TERM CARE PROGRAM COMPETITIVE STRATEGY AND RATES (Government Code section 11126(h))

Agenda

1. Call to Order and Roll Call
2. Long-Term Care Program Competitive Strategy
3. Health Maintenance Organization Contract Negotiations

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

CHIEF INVESTMENT OFFICER SEARCH SUBCOMMITTEE

November 19, 2008

1:00 p.m.

**or Upon Adjournment or Recess of the
Health Benefits Committee Meeting, Whichever is Later**

Executive Conference Room
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Rob Feckner
George Diehr
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira

AGENDA

CLOSED SESSION

(Gov. Code Sections
11126(a)(1) and (g)(1))

- | | |
|---------------------------|---|
| | 1. Call to Order and Roll Call |
| Action/Chris O'Brien | 2. Review of Chief Investment Officer Candidates and Selection for First Round Interviews |
| Information/Chris O'Brien | 3. Review of Interview Process |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

November 20, 2008

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

MEMBERS

Rob Feckner, President
George Diehr, Vice President
Marjorie Berte
John Chiang
David Gilb
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira
Anne Sheehan
Kurato Shimada
Charles Valdes

AGENDA

CLOSED SESSION INTERIM CHIEF EXECUTIVE OFFICER'S BRIEFING ON
8:00 A.M. PERFORMANCE, EMPLOYMENT AND PERSONNEL ISSUES
(Gov. Code secs.
11126(a)(1) and
(g)(1))

OPEN SESSION
**9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER**

1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Approval of Meeting Minutes

INVESTMENTS

- Ms. Stausboll 4. Interim Chief Investment Officer's Report

Committee Reports

(Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration).

- Mr. Diehr 5. Investment Committee (Oral)
- Mr. Shimada 6. Benefits and Program Administration Committee (Oral)
- Ms. Mathur 7. Health Benefits Committee (Oral)
- Mr. Oliveira 8. Finance Committee (Oral)
- Ms. Mathur 9. Performance and Compensation Committee (Oral)

General

- Mr. Marzion 10. Board Meeting Calendar
- Mr. Marzion 11. Interim Chief Executive Officer's Report (Oral)
- Ms. Bennett
Mr. Seeling
Mr. Jasper 12. Pension System Resumption (PSR) Project Update

Governmental Affairs

- Mr. Brown 13. Board's State Legislative Program/Board's Position on State Legislation
- Mr. Brown 14. Board's Federal Legislative Program/Board's Position on Federal Legislation

Legal

- Mr. Mixon 15. Proposed Decisions of Administrative Law Judges
- A. Nancy Lugo
- B. Angela Andrade
- C. Linda L. Doyle
- D. Darlynda L. Butler
- E. Linda Gallegos
- F. Antoinette Morehead

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|-----------|-----|--|
| Mr. Mixon | 16. | Full Hearing – Cameron Eckles |
| Mr. Mixon | 17. | General Counsel's Report
A. Annual Litigation Report
B. Assignment Matrix |
| Mr. Mixon | 18. | CLOSED SESSION
A. <i>City of Vallejo</i> , U.S. Bankruptcy Court, Eastern District of California, Case No. 2008-26813-A-9 (Gov. Code section 11126(e)) |

Other

- | | | |
|-------------|-----|--|
| Mr. Feckner | 19. | Board Travel Approvals |
| Mr. Marzion | 20. | Draft Agenda for December 18, 2008 Meeting |
| | 21. | New Business Agenda Setting |
| | 22. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

CHIEF EXECUTIVE OFFICER RECRUITMENT SUBCOMMITTEE

November 20, 2008

11:00 a.m.

**or Upon Adjournment or Recess of the
Board of Administration Meeting, Whichever is Later**

Executive Conference Room
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Rob Feckner
George Diehr
John Chiang
David Gilb
Henry Jones
Kurato Shimada

AGENDA

CLOSED SESSION

(Gov. Code Sections
11126(a)(1) and (g)(1))

- | | |
|---------------------------|--|
| | 1. Call to Order and Roll Call |
| Action/Chris O'Brien | 2. Review of Chief Executive Officer Candidates and Selection for Interviews |
| Information/Chris O'Brien | 3. Review of Interview Process |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.